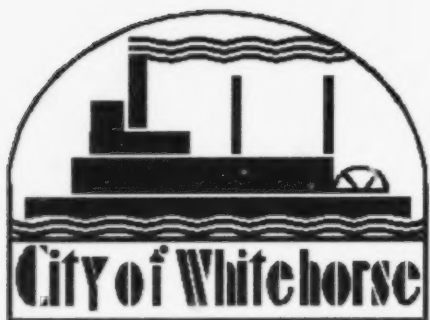


The City of Whitehorse

Yukon Territory, Canada



Annual Report
For the Year Ended
December 31, 2005



Mission Statement

We provide leadership as one of Canada's best local Governments that enables Whitehorse to be an exceptional Community to live, work, and play

Corporate Values

We value:

- CITIZEN INVOLVEMENT
 - CREATIVITY
- FISCAL RESPONSIBILITY
- DECISION PROCESS TRANSPARENCY
 - INTEGRITY
 - PARTNERSHIP
 - RESPECT
 - SINCERITY

**THE CITY OF
WHITEHORSE
YUKON TERRITORY, CANADA**

**ANNUAL
FINANCIAL REPORT**
FOR THE YEAR ENDED DECEMBER 31, 2005

Prepared by the Financial Services Department

Canadian Award for Financial Reporting

Presented to

The City of Whitehorse,
Yukon

For its Annual
Financial Report
for the Year Ended
December 31, 2004

A Canadian Award for Financial Reporting
is presented by the Government Finance Officers
Association of the United States and Canada
to municipalities whose annual financial reports
achieve the high program standards for Canadian
Government accounting and financial reporting.



Charles E. Prange
President

Jeffrey L. Esser
Executive Director

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WHITEHORSE HISTORY

One hundred years ago, reckless adventurers fought their way down the Yukon River by boat on their voyage to the goldfields. Many struggled through the choppy and treacherous waters of Miles Canyon and the White Horse Rapids on the "Trail of '98".

Whitehorse is named after the historic rapids, which resembled the flowing manes of charging white horses. The White Horse Rapids became known as the greatest peril on the Trail of '98. The construction of the Whitehorse hydroelectric dam in 1958 tamed Miles Canyon and has replaced the once foaming White Horse Rapids with Schwatka Lake reservoir.

In 1897, two entrepreneurs capitalized on the obstacles presented by the Canyon and the Rapids by building tramways on either side of the river. For a fee, their horse-drawn tram cars carried goods and small boats around the rapids on log rails. A tent town called Canyon City appeared at the head of the tramway on the east bank. A roadhouse and saloon provided lodging and refreshments to the tens of thousands of gold seekers on their way to the Klondike. Before the Gold Rush, this area was a First Nations' campsite. In 1900, construction of the White Pass & Yukon railway from Skagway to a point past the rapids was completed and Whitehorse came into being at its railhead.

For years, Whitehorse continued its role connecting rail service with riverboat traffic to Dawson. In 1920, the first plane landed. In 1942, thousands of American Army personnel arrived to build the Alaska Highway. In a record breaking 8 months and 23 days, 1534 miles of highway was laid down. The boom ceased by the end of the war, but Whitehorse had become an important centre of communications and transportation. Whitehorse was incorporated as a City in 1950 and in 1953 the capital of the Yukon was transferred from Dawson City to Whitehorse.



Yukon River



MESSAGE FROM THE MAYOR

2121 Second Avenue, Whitehorse, Yukon, Y1A 1C2
phone (867) 668-8626 fax (867) 668-8639
ernie.bourassa@city.whitehorse.yk.ca

It is my pleasure to present the 2005 Annual Report to the citizens of Whitehorse. Within the report you will find information on the major accomplishments of Council over the past year. It is with considerable optimism that we look forward to 2006.

The past year represented the second year of our efforts to implement elements within the Strategic Plan. It was also a year that saw considerable change occur in our community as a result of new growth and a very healthy economy.

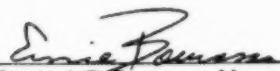
In 2005 our community continued to grow with a population increase of approximately 1.5% over 2004. Retail sales figures indicated a growth of 5.8% over last year. The unemployment rate declined to 4.3% compared to 5.8% in 2004 and the labour force also declined by 1.3%. At the same time our total assessment increased by 7.9%. With renewed investment in the mining sector and continued growth in the residential housing market, the out look for the coming year is very positive indeed.

Without question the single most significant accomplishment was the completion of construction, and the opening of the Canada Games Centre on October 15th. This facility represents an entirely new opportunity for the citizens and visitors to Whitehorse to utilize a facility that offers a wide range of activity options from swimming to skating, walking to running, as well as a broad range of court facilities and indoor soccer. Early responses to the facility have been extremely positive and we look forward to making the maximum use we can of the facility.

No Council ever experiences a year without challenges. In 2005 the major issues facing our Council centered on planning and development. The new zoning bylaw under went considerable review and amendment prior to finalization. The Downtown Plan and Waterfront Plan were key elements of the community consultation efforts that the City engaged in over the past year. We look forward to the implementation of these documents over the coming years.

Your Council has had the honour of serving the citizens of Whitehorse over the past two years and looks forward to 2006. We are always open to comments, suggestions and the participation of citizens on municipal issues. Together we will make Whitehorse one of the best places to live work and play.

Sincerely,


Ernest J. R. Bourassa, Mayor

May 2006

CITY OF WHITEHORSE

2005 ANNUAL REPORT

Mayor and Council
City of Whitehorse
2121 Second Avenue
Whitehorse, Yukon
Y1A 1C2

June 6, 2006

RE: LETTER OF TRANSMITTAL

It is my pleasure to present Council with this 2005 Annual Report. It is the administrative responsibility of the Senior Management Team to provide those services identified by Council at an appropriate and acceptable standard. Our success in doing so is directly linked to the unceasing efforts, skills and dedication of our employees. I would like to extend my sincere appreciation for their support over the past year.

Implementation of Council's direction requires the attention of our human as well as financial resources. This past year 2005, represented year two of a three year financial plan that will allow for the completion and operation of the Canada Games Centre.

The City of Whitehorse enjoys a very favourable debt ratio and we have healthy reserves. The City of Whitehorse also received confirmation of the award of development funding for the Waterfront development proposal under the Canadian Strategic Infrastructure Fund. Over the next three years this will allow for the redevelopment of the waterfront area in a manner that is supported by the citizens of Whitehorse.

The following are among the significant issues and projects that were initiated or continued in 2005.

2007 Canada Winter Games: With the completion of the Canada Games Centre in October and work on improvements to Mt. Sima Ski Hill and the Whitehorse Cross Country ski trails at Mount McIntyre the major facility improvements are well in hand. The Host Society has continued to work on the planning and management of the Games. The opening is approaching rapidly in February 2007. The City of Whitehorse has continued to provide assistance where needed.

Canada Games Centre: This new facility was opened October 15, 2005. It marked the start of a new era in health and wellness in Whitehorse. As we move through our first year of operation, we continue to learn and find new ideas as to what is possible as a result of this facility. Operating such a facility is a new challenge for the Parks and Recreation Department but one that they accept with excitement. We have only just begun to identify the opportunities for the promotion of community wellness and recreation. The Canada Games Centre will provide a lasting impact on the health and well being of our community.

Waterfront Development: During 2005 Council considered the nature and type of land use they foresaw on the Waterfront. This was followed by the adoption of a plan of subdivision which will create a new mixed use commercial area adjacent to Second Avenue. Public consultation on what the public areas would look like was completed in the fall and winter.

Transportation system: During 2005 the completion of the Transportation Showcase improvements was undertaken. Most notable is the Rotary Millennium Bridge. This project connected the two existing trails into a loop which has been very popular with residents and visitors alike. Monitoring of the impact of the changes made over the past two years will commence as well.

Roads and Sidewalks: Being a winter city, one of the key aspects of public safety is the snow removal program provided by the City. With weather being among the most unpredictable elements, we are constantly challenged to provide an appropriate level of service at the minimum cost. This past year was no exception. Citizens appear to be generally happy with the level of service provided.

Transit: During 2004 Council appointed a Transit Task Force to assist in the development of recommendations on how the City could improve the transit system that would attract more riders. In October the Task Force made a series of recommendations. Council has taken these recommendations and asked administration to work towards their implementation. The first major undertaking was an application for funding assistance to acquire new buses to replace some of the aging fleet.

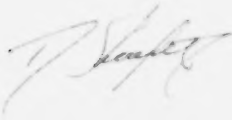
Looking ahead to 2006 there will be a number of items identified over this past year that will come to fruition. At least three new transit buses will be ordered as a result of the approved Municipal Rural Infrastructure Fund (MRIF) application. Waterfront development will start to take shape as construction of the necessary underground and surface infrastructure takes place. Of course work will proceed on the planning for and upgrading of recreation facilities for the 2007 Canada Winter Games. Work will commence on the Community Sustainability Plan as required under the Gas Tax Funding agreement. Needless to say the City of Whitehorse is at a very exciting point in its growth and development.

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Canadian Award for Financial Reporting to the City of Whitehorse for its annual financial report for the fiscal year ended December 31, 2004. The Canadian Award for Financial Reporting program was established to encourage municipal governments throughout Canada to publish high quality financial reports and to provide peer recognition and technical guidance for officials preparing these reports.

In order to be awarded a Canadian Award for Financial Reporting, a government unit must publish an easily readable and efficiently organized annual financial report, whose contents conform to program standards. Such reports should go beyond the minimum requirements of generally accepted accounting principles and demonstrate an effort to clearly communicate the municipal government's financial picture, enhance an understanding of financial reporting by municipal governments, and address user needs.

A Canadian Award for Financial Reporting is valid for a period of one year only. We believe our current report continues to conform to the Canadian Award for Financial Reporting program requirements, and we are submitting it to GFOA.

Administration wishes to thank our Council and the citizens of Whitehorse for the honour of serving you over the past year.

A handwritten signature in dark ink, appearing to read 'D. Shewfelt', is positioned above the printed name of the City Manager.

Dennis Shewfelt, MCIP
City Manager

CITY OF WHITEHORSE

TREASURER'S REPORT

In accordance with the *Municipal Act, R.S.Y. 2002, c. 154*, the City of Whitehorse prepares an annual financial statement that consolidates all of the operations for which the City is responsible. The Consolidated Financial Statements show the state of the City's finances at the end of each year.

The financial statements are prepared by Management in accordance with generally accepted accounting principles as set by the Canadian Institute of Chartered Accountant's Public Sector Accounting Board. To ensure that the statements are in compliance, they are subjected to external audit by an independent auditor.

The Consolidated Financial Statements encompass the following individual statements:

Consolidated Statement of Financial Activities – provides a summary of funds raised by the City and the use of such funds during the year.

Consolidated Statement of Financial Position – provides a summary of the City's financial and physical assets and liabilities.

Consolidated Statement of Investment in Physical Assets – shows how the changes in physical assets occurred through the purchase and disposition of assets and the reduction of long term debt.

Consolidated Statement of Reserve Funds – reconciles the changes in the reserve balance based on source of funding and type of expenditure

Consolidated Statement of Cash Flow – summarizes how the City's cash position changed during the year by highlighting the sources and use of cash.

Also included are Notes to the Financial Statements which provide further detail about the City's financial results and are an integral part of the statements.

2005 Highlights

- The City collected revenues of \$48.0 million and spent \$46.7 million for a net surplus before debt of \$1.3 million.
- As a result, the City's net financial assets increased from \$13.1 million to \$14.4 million.
- Cash and investments decreased by \$1.2 million to a total of \$18.5 million.
- Long term debt decreased by \$835,000 to \$4.9 million at the end of the year.
- The net investment in physical assets for the year was \$16 million.

Analysis

Total revenues exceeded budget estimates by \$4.3 million due primarily to an increase in capital funding from the governments of Yukon and Canada. Variances in property taxes reflect increased assessment values from higher than anticipated growth in residential construction.

General government expenditures include the cost of Council, City Manager, Administrative Services, Financial Services, Information Systems, Human Resources, Engineering, Risk Management, and legal costs. The principal reason for 2005 actuals being under budget was the existence of a number of vacant positions throughout the year.

Protective services include the cost of Building Inspection, Fire Protection, Bylaw Enforcement and Animal Control.

Transportation services costs, which include Fleet maintenance, Roads, Streets, Walks and Lighting, and Transit Services, were over budget estimates due primarily to increased costs of snow and ice control.

Environmental services include Water & Sewer services, and solid waste management functions both of which by policy are self funded through user fees.

Community Development services include Planning, Land Development, Tourism and Marketing.

Recreation and cultural service costs which include Recreation facilities, parks, playgrounds and leisure programs, were over budget due to unexpected increases in energy and labour costs in the facilities area.

A number of large capital projects such as development of the Motorways site and Downtown reconstruction were deferred or cancelled which resulted in the cost of Property and equipment acquisition being less than budget.

Comparison to the prior year

Net revenues in 2005, excluding government grants, increased by 7.1% when compared to 2004. Property tax revenues increased 3.6% due in part to a 2% tax rate increase with the balance attributable to the previously referred to growth in residential assessment. The increase in the sales of goods and services is primarily the result of opening the Canada Games Center recreation facility. Other increases in revenue were had in the area of land sales and developers contributions to the City.

Expenditures, excluding capital, increased by \$1.6 million or 6.3% in 2005. Overall, this increase can be generally attributable to two factors; wage increases including the additional labour costs associated with the Canada Games Center, and inflation; as other service levels remained essentially unchanged.

Significant trends

Financial Activities - Operating

	Average Annual Increase	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Revenues (excluding grants)	4.16%	31,328,294	29,224,944	27,535,610	26,861,427
Expenses (excluding capital)	3.47%	<u>27,966,346</u>	<u>26,321,201</u>	<u>25,531,021</u>	<u>24,554,409</u>
Net		<u>3,361,948</u>	<u>2,903,743</u>	<u>2,004,589</u>	<u>2,307,018</u>

The net amount above reflects the level of funding the City contributes to capital and/or reserve funds from its own resources.

<u>Revenues</u>	<u>Average Annual Increase</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Property taxes		19,353,947	18,684,661	18,141,968	17,899,908
User fees	4.74%	7,927,755	7,370,143	6,934,932	6,663,631
Other	19.03%	4,046,592	3,170,140	2,458,710	2,297,888
Total		31,328,294	29,224,944	27,535,610	26,861,427

The table above demonstrates that property taxes continue to be the slowest growing revenue source for the City. During this period, assessment growth has averaged 1.5% annually however most of the gains made by new construction have been residential which is taxed at a lower rate than non-residential property. Because non-residential assessment accounts for only 45% of the total, more reliance has been placed on user fees, and other sources of revenue to meet expenditures.

<u>Financial Position</u>	<u>Average Annual Increase</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Financial Assets	6.14%	25,430,029	26,196,322	21,150,906	20,414,257
Financial Liabilities	-0.97%	11,044,842	13,098,295	11,307,354	11,492,074
Net Assets		14,385,187	13,098,027	9,843,552	8,922,183

	<u>Average Annual Increase</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
Long term Debt	-3.97%	4,881,847	5,717,105	6,874,107	5,802,444

Additional information on the City's obligations can be found in Notes 2, 3, 9, and 12 to the financial statements. The City has a Debt Management policy which establishes conditions for the use of debt, created procedures that define the level of debt to be included in rates and minimize the City's debt servicing costs.

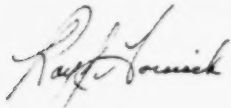
	<u>Average Annual Increase</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
<u>Reserves</u>	5.98%	19,429,557	19,862,344	17,398,185	15,676,904

The City's reserves are generally used to fund a portion of the City's capital program and occasionally stabilize minor expenditure and revenue variances from one year to the next.

Summary

The City of Whitehorse continues to maintain its strong financial position by maintaining an adequate level of reserves, which combined with assistance from Senior levels of government, reduces the need to rely on debt to finance its capital programs or the need to implement significant property tax increases to finance the operating program.

Respectfully submitted,



Ray Goruick
Manager, Financial Services

May 13, 2006



CITY OF WHITEHORSE ORGANIZATIONAL CHART

Mayor: Ernie Bourassa

Council: Dave Austin Bev Buckway Doug Graham
Mel Stehelin Jan Stick Dave Stockdale

Dennis Shewfelt

City Manager
Ph: 668-8650 Fax: 668-8639
Dennis.Shewfelt@whitehorse.ca

Sheila Dodd

Supervisor, Economic Development &
Tourism Ph: 668-8660 Fax: 668-8398
Sheila.Dodd@whitehorse.ca

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Director, Administrative Services
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Director of Operations
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Norma Felker

Assistant City Clerk, Council Services
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Norma.Felker@whitehorse.ca

Ray Goruick

Manager, Financial Services
Ph: 668-8602 Fax: 668-8398
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George.White@whitehorse.ca

Wayne Tuck

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Fire Chief
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Clive.Sparks@whitehorse.ca

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Transit Manager
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Dave.Muir@whitehorse.ca

Lesley Cabott

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Lesley.Cabott@whitehorse.ca

Jim McLeod

Manager, Public Works
Ph: 668-8351 Fax: 668-8653
Jim.McLeod@whitehorse.ca

CITY, COUNCIL, & BOARD INFORMATION

MUNICIPAL AUDITORS

BDO Dunwoody LLP

CITY SOLICITORS

Lackowicz Shier & Hoffman
Barristers & Solicitor

CITY FINANCIAL INSTITUTION

Royal Bank of Canada

DEPUTY MAYOR APPOINTMENTS

Councillor Bev Buckway	November 1 to December 31, 2005
Councillor Dave Stockdale	January 1 to February 28, 2006
Councillor Mel Stehelin	March 1 to April 30, 2006
Councillor Doug Graham	May 1 to June 30, 2006
Councillor Dave Austin	July 1 to August 31, 2006
Councillor Jan Stick	September 1 to October 31, 2006

STANDING COMMITTEE CHAIR & DEPUTY CHAIR APPOINTMENTS

<u>Committee</u>	<u>Chair</u>	<u>Deputy Chair</u>
Administrative Services	Councillor Stick	Councillor Buckway
City Operations	Councillor Buckway	Councillor Graham
City Planning	Councillor Graham	Councillor Austin
Community Services	Councillor Austin	Councillor Stick
Public Health & Safety	Councillor Stehelin	Councillor Stockdale
Tourism & Economic Development	Councillor Stockdale	Councillor Stehelin

COUNCIL APPOINTMENTS TO AD HOC COMMITTEES

Association of Yukon Communities	Councillor Buckway, Councillor Stick
Budget Committee	Mayor and Council
Crime Prevention Yukon	Councillor Stockdale
Emergency Measures Commission	Mayor Bourassa, Councillor Stockdale
Whitehorse 2007 Jeux du Canada Games Host Society	Mayor Bourassa, Councillor Graham, Councillor Austin
Whitehorse Chamber of Commerce	Mayor Bourassa
Whitehorse Housing Authority	Councillor Buckway
Recreation Grants Task Force	Ron McFadyen, Jan Koepke, Al Loewen, Duke Connelly, Kayla Bixby Charlene Alexander, Marg White John Wright, Sheri Armstrong

MUNICIPAL ADMINISTRATION

Administrative Services Division

⇒ **Council Services**

Council Services provides a communication link between the citizens of Whitehorse and their City Council. They are responsible for preparing and preserving records of the official business of the corporation including bylaws, policies, resolutions, and Council meeting minutes.

Council Services also helps ensure strong communication between Council and departmental staff by coordinating the flow of information presented at and arising from Council and Committee meetings.

⇒ **Financial Services**

The Financial Services Department is comprised of 14 full time staff that provides financial reporting and control, upholds the fiduciary responsibility to manage assets of the City, and provides guidance for maintaining the overall financial stability of the municipality. Specific functions include the preparation and monitoring of the operating and capital budgets; levying and collecting property taxes and utility rates; administration of payroll; processing of accounts payable; accounts receivable; providing purchasing assistance; development and maintenance of financial systems; financial reporting including financial statements; investing and safeguarding of financial assets.

In addition to the above, the department manages the insurance needs of the City, including the securing of insurance coverage and operating a self insurance program.

⇒ **Human Resources**

The Human Resources department enhances the effectiveness of City of Whitehorse employees by providing organizational and staff relations advice, and training/developmental opportunities.

⇒ **Information Systems**

The Information Systems budget funds 6 full time staff and the necessary operating resources to maintain the City's computer infrastructure. Information Systems support other departments in their efforts to provide efficient and effective services to citizens, and contribute to transportation systems, water treatment systems, financial systems, and other community systems.

Maintaining a smoothly operating computer infrastructure allows the City to make the best use of its human resources by improving internal communication and cooperation.

⇒ **Maintenance and Safety**

This department is comprised of eighteen staff members and four separate programs:

- 1) Administration- provides administrative and clerical support for the department, equipment acquisition and disposal, and warehousing services for the corporation.
- 2) Building Maintenance - provides maintenance, repairs, and inspection services for the City's building assets.
- 3) Equipment Maintenance- provides maintenance, service, repairs and inspection services for the City's fleet of vehicles and equipment
- 4) Safety & Emergency Services - provides and facilitates necessary safety and EMO training, inspection services, and assistance in emergency preparedness.

⇒ **Bylaw Services**

The focus of Bylaw Services is to provide quality customer service to the citizens of Whitehorse and to use an educational approach to resolving infractions against our bylaws.

City Manager

⇒ **Economic Development & Tourism**

The City of Whitehorse Tourism Department markets Whitehorse as a visitor destination to both the prospective visitor and the tour and travel operators that sell destinations in packages. The department provides updated information for publications, buys advertising, and attends and organizes trade shows for the Travel Trade. The department also works with the Travel Media. The department is a point of contact within the City for Event organizers, non-profit organizations, and owner operators within the Tourism Sector who need the aid of the City in various projects. The Tourism Department also acts in an advisory capacity for the Tourism Industry Association.

Operations Division

⇒ **Fire**

The Whitehorse Fire Department is "A proud and committed organization, dedicated to proactively providing compassionate and responsive service". The Department is dedicated to the protection of life, property, and the environment by providing fire prevention and suppression services, public safety education, hazardous materials response, rescue, and first aid.

The Whitehorse Fire Department operates out of two fire halls manned by 20 full-time Firefighters, up to 30 Volunteer Firefighters, a Fire Prevention Officer, a Training Officer and a Fire Chief.

The Department continues to expand its role in fire prevention activities including wild fire abatement, public education, and fire inspections to reduce the number of destructive fires that occur each year.

The Department is now able to provide confined space and other rope rescue services that enhance the services available to the public and businesses. A close working relationship with the Government of Yukon Wildfire Management Program and with the surrounding Fire Departments in the Mutual Aid Agreement, and the level of protection and suppression capabilities in the case of a wild fire or serious structural fire continue to improve each year.

⇒ **Transit**

The City of Whitehorse endeavours to provide the best in safe, reliable, cost-effective, and responsive transit service that supports the social, economic, and environmental well being of the customers they serve. Whitehorse Transit also provides a Handy-Bus service, which is a special door-to-door service for persons unable to use the conventional transit system due to temporary or permanent physical and/or cognitive disabilities.

⇒ **Parks and Recreation**

The Parks and Recreation Department provides a variety of programs and services related to the provision of parks and green spaces, recreation programs, facilities, and events.

The Department consists of 105 full-time, permanent part-time, temporary, and casual employees who operate and maintain the Canada Games Centre, Takhini Arena, the Grey

Mountain Room and kitchen at Mt. McIntyre Recreation Centre, approximately 33 neighbourhood outdoor rinks, two cemeteries, 7,333 hectares of greenbelts, numerous trails and neighbourhood parks, leisure programs, and special events. The department also provides support to community clubs and organizations with the development of their programs, facilities, and events.

The Parks and Recreation Department strives to ensure that the citizens of Whitehorse have opportunities for personal growth, physical fitness, environmental stewardship, community involvement, creativity, and self-expression in their leisure time. The Department aims to set standards in these areas, and ensures the service delivery is of high quality, reasonably priced, and reflects the needs and interests of the community.

⇒ **Engineering & Environmental Services**

The Engineering Department facilitates the planning, design, and construction of the city's infrastructure including roads, water, sanitary and storm sewer projects as well as parks, street lighting, traffic signals, and environmental works.

The Environmental Department provides guidance and expertise on environmental issues and manages environment-related programs and projects that preserve, protect, and rehabilitate our environment.

⇒ **Planning & Development Services**

Planning & Development Services carries out long range planning in consultation with the community within which the associated land use applications such as development and building permits are issued and inspections are performed.

The department ensures a consistent application of the City's Official Community Plan, zoning bylaw, policies, and other legislation in order to protect the natural and developed areas of the City. The Planning and Development Services Department is responsible for riverfront planning and development, habitat protection, and heritage programs. This department coordinates and manages City-owned land in order to increase the financial return to the City, and to expand the City-owned land base to assist in the planned growth and development of the City.

The department reviews all building projects in the City and approves and issues development and building permits in accordance with 2005 National Building Code and City Bylaws.

⇒ **Public Works**

The Department of Public Works consists of 47 permanent staff and 16 casual staff. The department has 2 general areas of expertise, Utilities and Transportation.

The Utilities area is responsible for the operations and maintenance of the City's water and sewer systems.

The Transportation area is responsible for the maintenance of paved and unpaved roads within City limits including snow and ice control, maintaining traffic lights and signs, line painting, garbage collection, and administration of the Landfill Contracts. Other programs handled by the department include Insect Control, and Street Lighting. Public Works assists other departments, and plays an important role in Special City Events.

MANAGEMENT'S REPORT

The Management of the City of Whitehorse is responsible for the integrity of the accompanying consolidated financial statements and all other information within this Annual Report. Management, in accordance with Canadian generally accepted accounting principles for municipalities, has prepared the consolidated financial statements. The preparation of the consolidated financial statements necessarily includes some amounts based on the best estimates and judgments of management. Financial data elsewhere in the Annual Report is consistent with that of the financial statements.

To assist in meeting its responsibility, management maintains accounting, budget and other internal controls. These controls provide reasonable assurance that transactions are appropriately authorized and accurately recorded, that assets are properly accounted for and safeguarded, and that the integrity of financial records is maintained.

BDO Dunwoody LLP has audited the consolidated financial statements. Their report to the Mayor and City Council, stating the scope of their examination and opinion of the consolidated financial statements, follows.



Dennis Shewfelt
City Manager



Robert Fendrick, B. Comm., CGA, M.P.A.
Director of Administrative Services

May 12, 2006

AUDITORS' REPORT

His Worship the Mayor,

Council and Ratepayers

of the City of Whitehorse:

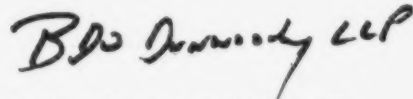
We have audited the Consolidated Statement of Financial Position of the City of Whitehorse as at December 31, 2005, and the Consolidated Statements of Financial Activities, Investment in Physical Assets, Reserve Funds and Cash Flow for the year then ended. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with Canadian generally accepted auditing standards. Those standards require that we plan and perform an audit to obtain reasonable assurance whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation.

In our opinion, these financial statements present fairly, in all material respects, the financial position of the City of Whitehorse as at December 31, 2005 and the results of its financial activities and its cash flows for the year then ended in accordance with Canadian generally accepted accounting principles.

Whitehorse, Yukon

March 17, 2006



CHARTERED ACCOUNTANTS

CITY OF WHITEHORSE
Consolidated Statement of Financial Activities
year ended December 31, 2005

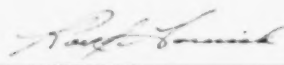
	2005 Actual	2005 Budget	2004 Actual
REVENUE			
Taxes and payments in lieu of taxes	\$ 19,353,947	\$ 19,208,200	\$ 18,684,661
Government grants	16,692,698	13,295,600	23,753,907
Sales of goods and services	7,927,755	8,041,700	7,370,143
Licenses, permits, penalties and fines	1,335,159	1,194,700	1,417,529
Developers Contributions	589,945	1,252,000	373,500
Investment income	599,813	532,900	778,114
Other revenues	1,521,675	216,500	600,997
	<u>\$ 48,020,992</u>	<u>\$ 43,741,600</u>	<u>\$ 52,978,851</u>
EXPENDITURE			
General government services	\$ 6,012,849	\$ 6,195,100	\$ 6,093,999
Protective services	4,058,258	4,095,000	3,885,205
Transportation services	6,479,117	6,192,700	6,272,850
Environmental services	3,499,232	3,394,500	3,396,479
Public health services	149,505	122,200	141,583
Community development services	1,053,009	1,034,200	1,033,457
Recreation and cultural services	6,353,800	6,182,300	5,064,503
Debenture interest	360,576	361,600	433,125
Property and equipment acquisition	17,390,213	19,618,000	20,855,051
Capital maintenance & other expenditures	1,377,273	733,000	1,909,257
	<u>46,733,832</u>	<u>47,928,600</u>	<u>49,085,509</u>
Surplus (Deficiency) before debt	1,287,160	(4,187,000)	3,893,342
Debenture principal repayment	(835,258)	(835,300)	(1,157,002)
Long term payable repayment	(205,165)	(205,000)	(229,550)
Increase in long term payable	(90,618)	-	(90,618)
Debenture proceeds	-	340,000	-
Change in Financial Equity	<u>\$ 156,119</u>	<u>\$ (4,887,300)</u>	<u>\$ 2,416,172</u>
Financial Equity, beginning of year	19,382,772	16,635,800	17,605,467
Adjustment to prior years	0	0	(638,867)
Financial Equity beginning of year restated	19,382,772	16,635,800	16,966,600
Financial Equity, end of year	<u>\$ 19,538,891</u>	<u>\$ 11,748,500</u>	<u>\$ 19,382,772</u>

The accompanying notes are an integral part of these financial statements

CITY OF WHITEHORSE
Consolidated Statement of Financial Position
as at December 31, 2005

	2005	2004
FINANCIAL ASSETS		
Cash	\$ 247,044	\$ 327,753
Investments (Note 9)	18,208,626	19,290,666
Accounts receivable	3,065,200	3,372,954
Grants receivable		
Government of Canada	541,287	1,921,718
Government of Yukon	3,321,288	1,038,684
Other financial assets	46,584	244,547
	<u>25,430,029</u>	<u>26,196,322</u>
Financial Liabilities		
Accounts payable	4,319,511	3,958,225
Employee future benefits (note 12)	836,962	847,955
Landfill closure & post closure liability (Note 10)	77,935	67,991
Deferred revenue	601,670	656,541
Deposits	55,060	1,282,838
Long term debt (Note 2)	4,881,847	5,717,105
Other long term payables	271,857	567,640
	<u>11,044,842</u>	<u>13,098,295</u>
Net Financial Assets	<u>\$ 14,385,187</u>	<u>\$ 13,098,027</u>
PHYSICAL ASSETS		
Inventory	250,736	300,545
Property and Equipment	240,000,564	225,186,046
Total Physical Assets	<u>240,251,300</u>	<u>225,486,591</u>
NET POSITION	<u>254,636,487</u>	<u>238,584,618</u>
Financial Equity		
Operating Surplus	88,213	60,816
Reserves for future expenditures	19,429,557	19,862,344
Add: Recoverable Reserve	271,857	362,476
Less: Unfunded employee future benefits	-	(602,319)
Less: Inventory	(250,736)	(300,545)
Net Financial Equity	19,538,891	19,382,772
Investment in physical assets	235,097,596	219,201,846
NET POSITION	<u>\$ 254,636,487</u>	<u>\$ 238,584,618</u>

Approved by:



Deputy Treasurer

The accompanying notes are an integral part of these financial statements

CITY OF WHITEHORSE
Consolidated Statement of Investment In Physical Assets
year ended December 31, 2005

	2005 Actual	2004 Actual
Balance, beginning of year	\$ 219,201,846	\$ 198,699,728
Contributions for acquisition of property and equipment		
From operating & reserves	17,390,213	20,855,051
Contribution from operating for debt repayment	1,131,041	1,477,170
Reduction of property and equipment		
Cost of assets disposed	-	(114,570)
Amortization	(2,575,695)	(1,749,886)
Change in inventory	(49,809)	34,353
Balance, end of year	<u>\$ 235,097,596</u>	<u>\$ 219,201,846</u>

The accompanying notes are an integral part of these financial statements

CITY OF WHITEHORSE
Consolidated Statement of Reserve Funds
year ended December 31, 2005

	2005 Actual	2004 Actual
SOURCES OF FUNDING		
Contributions from developers and others	\$ 1,767,250	\$ 381,017
Transfer from operations	7,620,926	6,575,524
Income from investments	<u>36,421</u>	<u>35,201</u>
TOTAL SOURCES OF FUNDING	<u>9,424,597</u>	<u>6,991,742</u>
 EXPENDITURE		
Transfer to fund capital projects	8,858,297	4,339,803
Transfer to fund operations	<u>999,087</u>	<u>187,780</u>
TOTAL EXPENDITURE	<u>9,857,384</u>	<u>4,527,583</u>
 NET INCREASE (DECREASE) IN RESERVE FUNDS	(432,787)	2,464,159
Reserve Fund Balance, beginning of Year	<u>19,862,344</u>	<u>17,398,185</u>
RESERVE FUND BALANCE, END OF YEAR	<u><u>\$ 19,429,557</u></u>	<u><u>\$ 19,862,344</u></u>

The accompanying notes are an integral part of these financial statements

CITY OF WHITEHORSE
Consolidated Statement of Cash Flow
year ended December 31, 2005

	2005 Actual	2004 Actual
OPERATING ACTIVITIES		
Increase (decrease) in financial equity	\$ 156,119	\$ 2,416,172
Change in operating assets and liabilities		
Accounts receivable	307,754	(770,418)
Grants receivable	(902,173)	(1,593,574)
Other financial assets	197,963	(11,201)
Accounts payable	361,286	1,347,398
Employee future benefits	(10,993)	-
Landfill closure liability	9,944	67,991
Deposits	(1,227,778)	1,238,718
Deferred revenue	(54,871)	(24,863)
Cash flow from operating activities	<u>(1,162,749)</u>	<u>2,670,223</u>
INVESTING ACTIVITIES		
(Increase) decrease in investments	<u>1,082,040</u>	<u>(2,764,237)</u>
Cash flow from investing activities	<u>1,082,040</u>	<u>(2,764,237)</u>
Increase (decrease) in cash	(80,709)	(94,014)
Cash beginning of year	<u>327,753</u>	<u>421,767</u>
Cash, end of year	<u>\$ 247,044</u>	<u>\$ 327,753</u>

The accompanying notes are an integral part of these financial statements

CITY OF WHITEHORSE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

1. Significant Accounting Policies

Basis of Presentation

The Financial Statements of the City of Whitehorse are prepared in accordance with Canadian generally accepted accounting principles established by the Public Sector Accounting Board of the Canadian Institute of Chartered Accountants.

Investments

Current temporary investments recorded at cost carry interest rates of between 2.59 % and 4.00 %.

In 2004 investments carried interest rates of between 2.51% and 6.60 %

Investments by type and amount are:

	2005	2004
Bankers Acceptance	\$7,355,074	\$7,149,954
Commercial Paper	9,128,241	4,976,452
Fixed Deposit	1,714,782	2,467,178
Government Bonds	0	4,696,288
Cash Equivalents	<u>10,529</u>	<u>794</u>
TOTAL	<u>\$18,208,626</u>	<u>\$19,290,666</u>

	2005	2004
Market Value of Investments	\$18,224,546	\$19,392,795

Inventory

Inventories are valued at the cost of acquisition.

Government Grants

Government grants/transfers are recognized in the period in which events giving rise to the grant/transfer occur, providing they are authorized, any eligibility criteria have been met and reasonable estimates of the amounts can be made.

Property and Equipment

Property and equipment is recorded at historical cost. Buildings are amortized on a straight-line basis over 40 years. Machinery, Equipment & Vehicles are amortized on a straight-line basis from 3 to 15 years. The amortization of Engineering Structures has been deferred pending the determination of the value of assets transferred from Senior governments.

Costs related to property and parks and administrative studies that do not add to the value of a capital asset are not capitalized. Such costs are expensed under the caption "Capital maintenance".

CITY OF WHITEHORSE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

Deferred Revenue

Deferred revenue includes prepaid frontage tax received from property owners. The current year's portion of the prepaid tax is calculated on a straight-line basis. Each year the current portion is recognized as revenue when the City remits its annual payment for the frontage debenture. Other prepaid revenue items are also included in this amount.

Basis of Accounting

Revenues and expenditures are reported on the accrual basis of accounting. Revenues are recognized as they are earned and measurable; expenditures are recognized as they are incurred and measurable as a result of the receipt of goods or services and the creation of a legal obligation to pay. A single fund is maintained for accounting purposes. All assets, liabilities, revenues and expenditures of the City are recorded in this fund. Separate Capital or reserve funds are not maintained.

2. Long Term Debt

Long-term debt is issued on the credit and security of the City of Whitehorse. It is composed of debentures payable to the Government of Yukon and a loan payable to the Royal Bank with various interest rates from 4.872% to 11.375%. Current debt load is 12% of the statutory limit as stipulated in the Yukon Municipal Act.

	2005	2004
Balance as at January 1	\$5,717,105	\$6,874,107
Add: Borrowing	0	0
Less: Principal Repayments	<u>(835,258)</u>	<u>(1,131,850)</u>
	4,881,847	\$5,742,257
Add: Temporary borrowing	<u>0</u>	<u>(25,152)</u>
Balance as at December 31	<u>\$4,881,847</u>	<u>\$5,717,105</u>

Retirement requirements for the next thirteen years are as follows:

	Principal	Interest
2006	\$775,241	\$304,585
2007	661,159	248,635
2008	616,789	202,855
2009	601,562	162,924
2010	490,019	123,990
2011 - 2016	<u>1,737,077</u>	<u>253,966</u>
TOTAL	\$4,881,847	\$1,296,955

**CITY OF WHITEHORSE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005**

3. Contingent Liabilities

At December 31, 2005, contingent liabilities exist because there are legal actions pending against the City. The amount of the liability cannot be estimated at this time. The amount of any loss that may result from these claims will be recorded in the period that the amount becomes determinable.

4. Financial Instruments

The City's financial instruments consist of cash, investments, accounts receivable, grants receivable, other financial assets, accounts payable, long term debt and other long term payables. Unless otherwise noted, it is Management's opinion that the City of Whitehorse is not exposed to significant interest, currency or credit risks arising from these financial instruments.

5. Pension Liability

Currently, employees contribute to a privately managed registered retirement savings plan. The City of Whitehorse does not contribute to this plan and therefore has no liability.

6. Measurement Uncertainty

The preparation of financial statements in conformity with Canadian generally accepted accounting principals requires management to make estimates and assumptions that affect the reporting amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the amounts of revenues and expenses during that period.

7. Statement of Expenditure by Object

	2005	2004
Salaries, wages and benefits	\$16,787,356	\$15,842,774
Contracted and general services	4,116,736	4,009,292
Materials, goods, supplies and utilities	5,627,476	5,152,128
Grants to individuals and organizations	1,074,202	883,882
Interest payments on debentures	360,576	433,125
Property and equipment	<u>18,767,486</u>	<u>22,764,308</u>
TOTAL	<u>\$46,733,832</u>	<u>\$49,085,509</u>

CITY OF WHITEHORSE
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2005

8. Reserve Funds

Certain reserve funds comprise funds set aside for specific purposes by legislation, regulation or agreement and are as outlined below:

	2005	2004
Area Development Scheme Reserve	\$ 39,771	\$ 90,324
Cash In Lieu of Municipal Reserve	113,890	88,269
Cemetery Perpetual Care Reserve	64,283	57,179
Development Cost Charges Reserve	1,886,806	1,543,685
Landfill Closure Reserve	<u>81,861</u>	<u>177,649</u>
	2,186,611	1,779,457
 Unrestricted Funds	 <u>16,022,015</u>	 <u>17,511,209</u>
TOTAL	<u>\$18,208,626</u>	<u>\$19,290,666</u>

9. Landfill closure and post closure liability

The City has estimated that the remaining life of its landfill is 73 years based on present annual use and incorporating medium population growth projections. The estimate of closure and post closure costs in 2004 is \$10.049 million. Using a 2% annual inflation rate, closure and post closure costs are estimated at \$43.5 million in 2078. Approximately 10.7% of the capacity of the landfill has been used as at December 31, 2005. The present value of this liability has been estimated at \$77,935 and a reserve has been established to address funding for the future liability of closure and reclamation of the City's landfill.

12. Employee future benefits

The City has adopted the recommendation of PSAB in respect of post-employment benefits, compensated absences and termination benefits. Agreements with City employees provide for the accumulation of severance credits that are paid out upon resignation or retirement. The amounts are calculated based upon employee's years of service. The City records an actuarial estimate of this liability based upon the projected periods that amounts will be paid out. A discount rate of 7% is applied in the determination of present values.

**CITY OF WHITEHORSE
DEMOGRAPHIC AND ECONOMIC INFORMATION**

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
Population	23,511	23,205	22,425	22,131	22,545
Unemployment Rate					
Yukon (as of December)	4.3%	4.8%	9.7%	10.4%	9.7%
Canada (as of December)	6.5%	7.0%	7.4%	7.5%	8.0%
Occupancy trends					
Dwelling Units	8,487	8,352	8,210	8,117	8,031
Median Rent	\$675	\$660	\$650	\$650	\$650
Housing Starts	211	146	100	99	62
Avg. Selling Price of Homes (00)	\$226.0	\$188.7	\$170.9	\$161.3	\$154.3
Vacancy Rate	3.8%	6.1%	5.6%	7.5%	9.7%
Other trends					
Res. construction value (000)	\$33,289	\$28,005	\$17,763	\$14,760	\$9,765
Non-res. construction value (000)	\$13,180	\$34,996	\$14,331	\$7,142	\$21,032
Business Licenses	2,354	2,334	2,373	2,386	2,400

CITY OF WHITEHORSE PERSONNEL

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
Permanent	244	231	237	227	228
Casual/**Other	228	203	208	192	189
Total Staff	472	434	445	419	417

Increase(decrease) from previous year	38	-11	26	2	-38
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**Consists of all non-permanent employees i.e. Temporary, On Call Firefighters, Recreation Instructors, etc.

**CITY OF WHITEHORSE
2005 MAJOR VENDORS**

KETZA-MONAD, A JOINT VENTURE	\$9,583,764.86	NORTHWESTEL	\$246,228.17
YUKON ELECTRICAL COMPANY LTD	\$2,391,380.30	CROCKER EQUIPMENT CO	\$211,102.47
SKOOKUM ASPHALT LTD.	\$1,646,647.76	KLONDIKE WELDING LIMITED	\$187,749.96
NORTH 60 PETRO LTD.	\$1,192,100.23	LACKOWICZ SHIER & HOFFMAN	\$175,938.00
INLAND KENWORTH	\$932,289.31	KEARAH ENVIRONMENTAL	\$171,534.46
KETZA CONSTRUCTION CORP.	\$670,969.25	ARCTIC BACKHOE SERVICES	\$164,056.60
SAFETEK EMERGENCY	\$650,560.00	MIDNIGHT SUN DRILLING	\$154,486.97
AON REED STENHOUSE INC.	\$504,475.78	ADORNA FLOWERS & LANDSCAPING	\$148,055.33
BARR RYDER ARCHITECTS &	\$369,300.22	OFFICE SUPPLY CENTRE	\$147,640.67
YUKON GARDENS	\$277,787.04	GENERAL WASTE MANAGEMENT	\$147,172.22
RAVEN RECYCLING SOCIETY	\$267,341.45	INSIGHT CANADA INC.	\$142,122.90

Sources: City of Whitehorse and the Government of Yukon Bureau of Statistics

CITY OF WHITEHORSE

ASSESSMENT AND TAXATION INFORMATION

Years ended December 31 for 2001 to 2005

Tax Rates

	<u>Non-Residential</u>	<u>Residential</u>	<u>Agricultural</u>
2001	1.387%	1.254%	1.164%
2002	1.398%	1.199%	1.118%
2003	1.398%	1.199%	1.118%
2004	1.426%	1.223%	1.140%
2005	1.455%	1.247%	1.163%

Taxable Assessments (000,000)

	<u>Non-Residential</u>	<u>Residential</u>	<u>Agricultural</u>
2001	576.1	661.0	0.4
2002	602.1	707.3	0.5
2003	614.9	719.0	0.5
2004	624.3	734.9	0.6
2005	634.7	756.2	0.6

MAJOR PROPERTY TAXPAYERS 2005 TAXATION YEAR

1.	Loblaws Inc.	\$149,291
2.	Wal-Mart Canada Corp.	\$106,165
3.	Westmark Hotels Of Canada Ltd.	\$91,433
4.	89804 Canada Limited	\$86,851
5.	Gold Rush Inn	\$64,818
6.	Westmark Hotels Of Canada Ltd.	\$59,472
7.	Canadian Tire Corporation Ltd.	\$55,766
8.	12963 Yukon Inc.	\$52,971
9.	Quadra Equities Ltd.	\$51,494
10.	West Can Development Corp.	\$50,189

CITY OF WHITEHORSE

TAX COLLECTION

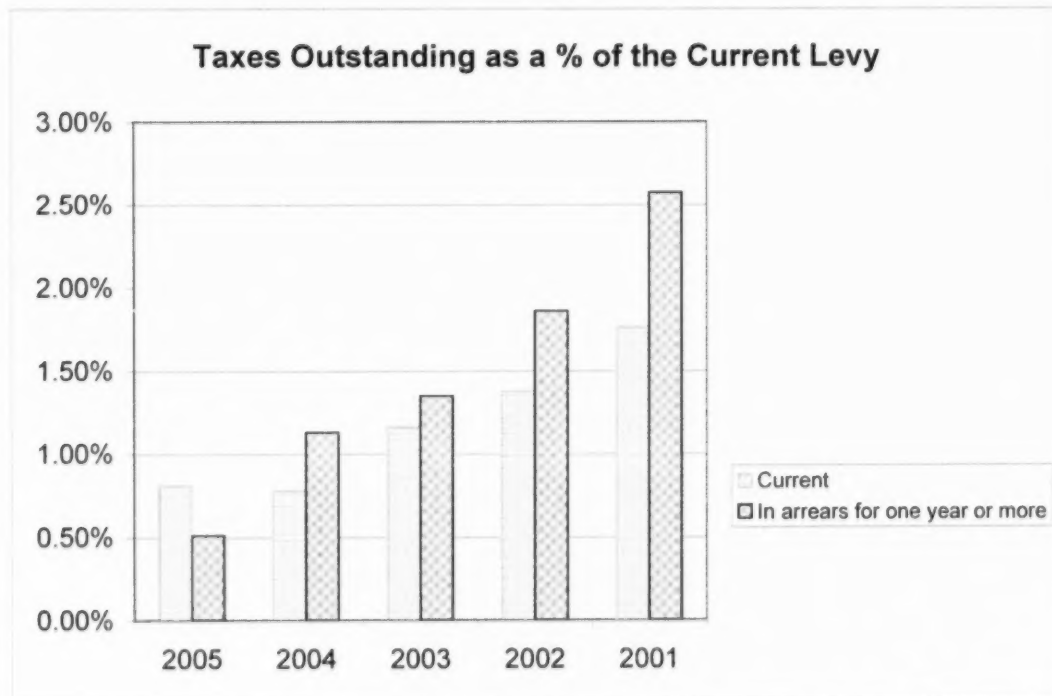
Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
CURRENT TAXABLE LEVY	\$13,967,968	\$13,299,567	\$12,650,590	\$12,294,746	\$12,040,716
TAXES RECEIVABLE					
Current	\$113,240	\$103,695	\$147,089	\$169,499	\$212,064
In arrears for one year or more	\$71,094	\$150,110	\$170,468	\$228,441	\$309,743
	<u>\$253,805</u>	<u>\$253,805</u>	<u>\$317,557</u>	<u>\$397,940</u>	<u>\$521,807</u>

TAXES OUTSTANDING AS A

% OF CURRENT TAXABLE LEVY

Current	0.81%	0.78%	1.16%	1.38%	1.76%
In arrears for one year or more	0.51%	1.13%	1.35%	1.86%	2.57%



CITY OF WHITEHORSE

OPERATING REVENUE AND EXPENDITURE BY FUNCTION

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
Total Operating Revenue	\$40,301,834	\$37,190,193	\$36,197,192	\$37,652,551	\$36,898,638
Operating Expenditure					
General municipal services	\$5,684,959	\$4,523,610	\$4,729,496	\$6,633,584	\$6,730,616
Legislative services	\$354,292	\$350,937	\$329,648	\$341,855	\$374,720
General administration	\$5,743,595	\$5,706,574	\$5,576,540	\$5,894,218	\$5,920,674
Building inspection	\$490,252	\$476,714	\$476,755	\$448,064	\$468,221
Fire protection	\$2,804,391	\$2,673,808	\$2,614,841	\$2,412,131	\$2,514,701
Safety and emergency services	\$155,131	\$160,769	\$160,150	\$143,263	\$142,184
Bylaw enforcement	\$1,124,816	\$1,097,025	\$1,002,848	\$1,070,690	\$1,076,288
Transportation/Roads	\$6,800,413	\$6,771,573	\$6,367,159	\$5,966,256	\$5,933,428
Public transit services	\$1,993,571	\$1,931,698	\$2,144,668	\$2,228,906	\$1,994,929
Water and sewer	\$4,791,666	\$4,702,053	\$4,650,944	\$4,991,381	\$4,406,508
Garbage and waste collection	\$1,114,403	\$1,147,398	\$1,068,489	\$1,071,980	\$862,595
Environmental services	\$204,544	\$153,794	\$182,368	\$5,592	\$172,994
Cemeteries	\$177,954	\$166,692	\$144,119	\$133,890	\$111,593
Planning services	\$1,154,281	\$964,194	\$794,295	\$768,271	\$723,393
Economic dev./Tourism	\$745,870	\$762,253	\$752,173	\$727,002	\$423,445
Recreation administration	\$533,404	\$509,722	\$436,860	\$476,685	\$576,511
Recreation facilities	\$4,401,934	\$3,196,428	\$3,079,725	\$2,507,275	\$2,245,891
Recreation programs	\$489,877	\$492,142	\$472,250	\$409,226	\$439,453
Parks and playgrounds	\$1,223,432	\$1,087,143	\$938,504	\$948,649	\$879,434
Recreation and cultural grants	\$224,836	\$254,850	\$254,981	\$257,525	\$246,419
Total Operating Expenditure	\$40,213,621	\$37,129,377	\$36,176,813	\$37,616,443	\$36,243,997
OPERATING SURPLUS	\$88,213	\$60,816	\$20,379	\$36,108	\$654,641

CITY OF WHITEHORSE

CONSOLIDATED REVENUE BY SOURCE

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
Taxes and payments in lieu of tax	\$ 19,353,947	\$18,684,661	\$18,141,968	\$17,899,908	\$17,275,511
Government grants	16,692,698	23,753,907	7,166,060	9,563,188	7,470,633
Sales of goods and services	7,927,755	7,370,143	6,934,932	6,663,631	6,374,552
Licenses, permits, penalties and fir	1,335,159	1,417,529	1,144,327	1,223,362	1,213,716
Investment income	589,945	778,114	531,641	508,750	1,095,813
Developers Contributions	599,813	373,500	250,750	223,750	
Other revenues	1,521,675	600,997	531,992	342,025	1,127,297
	\$48,020,992	\$52,978,851	\$34,701,670	\$36,424,614	\$34,557,522
Interdepartmental recoveries					2,522,256
TOTAL REVENUE	\$48,020,992	\$52,978,851	\$34,701,671	\$36,424,614	\$37,079,778

Certain 2002 comparative amounts have been reclassified to conform to the current year's presentation.

CITY OF WHITEHORSE

CAPITAL EXPENDITURES

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
Expenditure Components:					
Public Works	\$3,920,717	\$1,768,369	\$1,770,079	\$1,659,060	\$2,327,293
Public Utilities	695,659	525,276	642,924	994,659	1,736,593
Building Projects	12,332,237	18,922,633	2,013,950	5,411,687	5,619,975
Vehicles and Equipment	2,525,842	1,490,427	1,335,076	1,952,128	1,972,142
Administrative Studies	217,848	97,646	71,145	208,703	351,308
Property/Park Development	478,412	304,428	2,145,395	630,625	930,164
	<u>\$20,170,715</u>	<u>\$23,108,779</u>	<u>\$7,978,570</u>	<u>\$10,856,862</u>	<u>\$12,937,475</u>
Sources of Funding					
Government of Canada Grants	\$7,729,699	\$9,975,894	\$ 1,692,000	\$ 45,575	\$ -
Government of Yukon Grants	6,647,211	10,681,213	1,965,099	5,078,662	4,018,147
Transfers from Reserves					
Area Development Scheme	50,553	8,608	(11,541)	(35,350)	80,324
Building Replacement		56,430			
Community Complex	250,000				
Computer Equipment	62,848	40,392			46,000
Development Cost Charges	377,500	333,335	483,495	88,113	(21,624)
Environmental Protection	87,603	5,700	23,500	51,734	(32,700)
Equipment	1,474,855	355,236	459,567	615,840	543,336
General Fund	781,932	701,432	612,793	879,536	1,092,758
Land Bank	186,342	701,432	612,793	879,536	1,092,758
Multiplex		38,769	112,806	3,132,045	5,450,017
Parking Development	47,609				74
Recreation Facilities	1,575,000			63,645	
Tire Disposal			32,877	42,416	74,206
Transit Equipment		10,000		(341)	351,193
Water and Sewer Replacement	404,234	475,421	560,733	465,030	626,287
Waterfront Development	226,706	171,551	14,700	335,832	100,034
Total Transfers from Reserves	<u>\$5,525,181</u>	<u>\$2,898,305</u>	<u>\$2,901,723</u>	<u>\$6,518,036</u>	<u>\$9,402,663</u>
Debentures			25,152	(15,166)	222,974
Loans			2,000,000		
Other Contributions	268,624	254,798	7,389	109,291	386,448
Total Funding	<u>20,170,715</u>	<u>\$23,810,211</u>	<u>\$ 8,591,363</u>	<u>\$11,736,398</u>	<u>\$14,030,232</u>

CITY OF WHITEHORSE

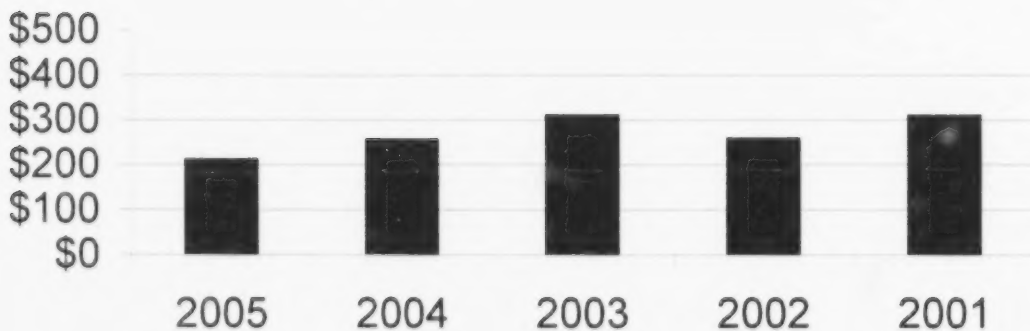
ANALYSIS OF DEBT

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
Total Assessed Value	\$1,391,551,820	\$1,359,199,820	\$1,334,301,280	\$1,309,809,530	\$1,237,555,560
**Allowable Debt Limit	\$41,746,555	\$40,775,995	\$40,029,038	\$39,294,286	\$37,126,667
Total Debt Outstanding					
-Beginning of Year	\$5,742,257	\$6,848,955	\$5,802,444	\$6,990,440	\$0
Add:					
Borrowed Funds	0	0	2,000,000	0	184,810
Less:					
Principal Repayments	(835,258)	(1,131,850)	(953,489)	(1,187,996)	(1,463,108)
Detailed Total Debt Outstanding					
-End of Year					
General Municipal	\$3,503,934	\$4,079,478	\$4,823,000	\$3,553,070	\$4,384,783
Water and Sewer	\$1,377,913	\$1,637,627	\$2,025,955	\$2,249,374	\$2,605,657
	<u>\$4,881,847</u>	<u>\$5,717,105</u>	<u>\$6,848,955</u>	<u>\$5,802,444</u>	<u>\$6,990,440</u>
Gross Debt Servicing Costs	\$1,195,834	\$1,590,127	\$1,531,415	\$1,937,045	\$2,108,612
Gross Debt Servicing Costs as a Percentage					
of Total Operating Expenditures	3.0%	4.3%	4.2%	5.1%	5.8%

***The total principal amount of debt that a municipality may owe at any time shall not exceed three percent of the current assessed value of all real property within the municipality that is subject to property taxes or payments in lieu of taxes, as per the Municipal Act, R.S.Y. 2002, c. 154.*

PER CAPITA DEBT

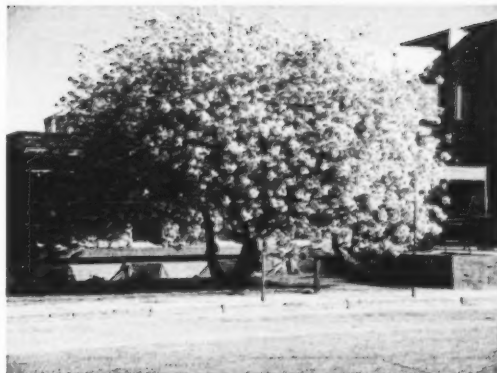


CITY OF WHITEHORSE

RESERVES ANALYSIS

Years ended December 31 for 2001 to 2005

	2005	2004	2003	2002	2001
	\$ - \$	\$ - \$	\$ - \$	\$ - \$	\$ -
Anniversaries					
Area Development Scheme	39,771	90,324	98,932	87,391	52,042
Building Replacement	1,132,889	795,515	877,097	877,097	653,804
Capital	4,774,039	4,049,755	3,120,210	2,095,296	2,007,829
Cash In Lieu of Municipal	113,890	88,269	62,667	60,067	60,067
Cemetery Perpetual Care	64,283	57,179	53,190	45,452	42,302
Community Complex	0	250,000	250,000	250,000	250,000
Computer Equipment	188,252	246,872	233,593	181,947	131,234
Contingency	573,700	380,063	420,766	567,366	768,787
Copper/Quartz & 2 Mile Hill	-	-	-	-	23,849
Development Cost Charges	1,886,806	1,543,685	1,263,485	1,315,052	1,626,577
Encumbrance	-	-	-	706,974	1,829,527
Environmental Protection	89,165	392,471	366,965	354,002	375,832
Equipment	665,295	1,195,175	966,422	833,287	873,341
General Fund	1,607,668	1,125,380	753,392	395,272	260,570
Land Bank	1,745,097	637,474	637,474	637,474	637,474
Landfill Closure	81,861	177,649	172,800	86,400	
Multiplex	-	-	38,770	151,576	1,538,577
Parking Development	995,125	1,884,617	1,755,960	1,625,679	1,489,252
Recreation Facilities	11,547	1,441,546	1,296,546	806,023	708,669
Recreation Grant	12,941	34,250	36,050	6,900	18,000
Sister Cities	5,000	5,000	5,000	5,000	5,000
Snow and Ice Control	70,301	188,286	-	-	-
Tire Disposal	39,689	38,819	37,679	42,780	51,216
Transit Equipment	706,967	572,827	448,687	314,547	180,066
Water and Sewer Replacement	4,625,271	4,096,477	3,707,952	3,606,136	2,974,105
Waterfront Development	0	226,707	398,258	228,896	233,278
Working Capital	0	344,004	396,290	396,290	473,690
TOTAL RESERVES	\$19,429,557	\$19,862,344	\$17,398,185	\$15,676,904	\$17,265,088

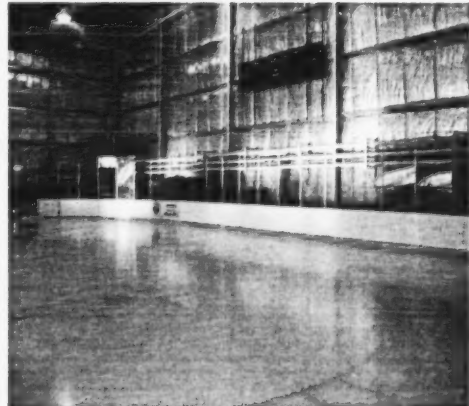
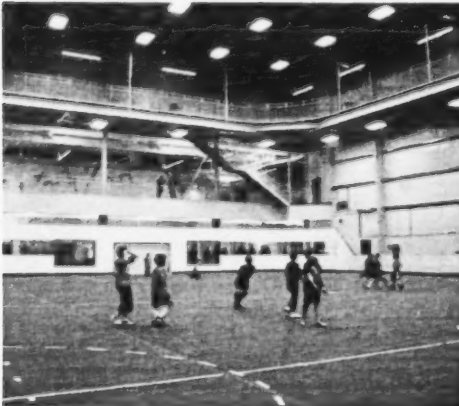
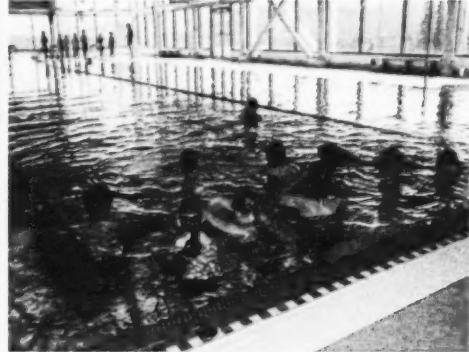
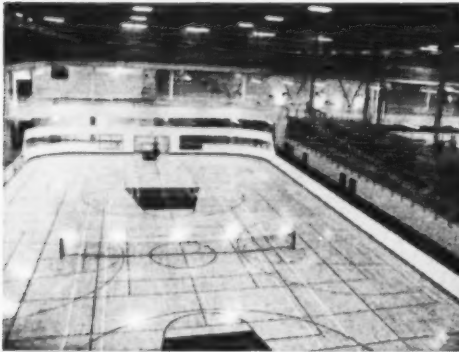


CITY COUNCIL



Back row from left to right: Councillor Mel Stehelin
Councillor Jan Stick (elected February 10, 2005)
Councillor Dave Stockdale
Councillor Dave Austin

Front row from left to right: Councillor Doug Graham
Mayor Ernie Bourassa
Councillor Bev Buckway



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Whitehorse, YT Y1A 1C2

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